Of the non-SSI weak units, 492 were viable, 329 were non-viable and in 158 units viability is yet to be decided. Of the viable units 387 were put under nursing programme.

Of the non-SSI sick units 770 were viable, 958 were non-viable and in 273 units viability is yet to be decided. Of the viable units 583 were put under nursing programme.

Mobilising funds for Mutual Funds Scheme

177. SHRI P. UPENDRA : Will the Minister of FINANCE be pleased to state :

(a) whether flow of funds into Mutual Funds Scheme has been gradually tricking down in the recent past;

(b) whether the tax savings schemo of various funds failed to mobilise the anticipated funds; and

(c) what steps Government are taking to protect the interests of the investors, as well as of the mutual funds ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED) : (a) to (c) Information is being collected and statement would be laid down on the table of the House.

Reducing unnecessary expenditure

178. SHRI KAMAL MORARKA : Will the Minister of FINANCE be pleased to state:

(a) whether it is a fact that Dr. Raja Chelliah, Tax Reforms Committee, set up by the Central Government has observed that Government's efforts at cutting unnecessary expenditure are not serious enough;

(b) if so, what are the details of the observations made by him;

(c) what are the areas where expenditure has been found to be unnecessary; and

(d) what are the corrective steps contemplated in this direction ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKHAR MURTHY) : (a) and (b) The Committee have observed that for the success of tax reforms, the growth in Government expenditure must be in consonance with the growth in Government revenue.

(c) and (d) The Committee have not identified any specific areas of unnecessary expenditure.

Performance of Banks

179. SHRI KAMAL MORARKA : Will the Minister of FINANCE be pleased to state :

(a) what has been the performance of nationalised banks during 1992-93 so far as profits and losses are concerned;

(b) in what manner this performance compares with that of 1991-92;

(c) in what manner the foreign banks in India performed as compared to the nationalised banks during the above two years; and

(d) what are the reasons for the losses incurred by majority of the nationalised banks ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED) : (a) and (b) The annual accounts of nationalised banks for the year ending March, 1993 are yet to be finalised. No comparison can therefore be made.

(c) The performance and profitability of foreign banks in India vis-a-vis Public sector banks is not comparable because the branches of foreign banks are located in Metropolitan cities and port towns whereas the branches of public sector banks are spread all over the country including semi-urban and rural areas.

(d) In view of reply to parts (a) & (b) does not arise.

Agitation by employees of Regional Rural Banks

180. SHRI SUSHIL KUMAR SAMBHAJIRAO SHINDE :
SHRI MURLIDHAR CHANDRAKANT BHANDARE:
SMT. VEENA VERMA :
SHRI RAJNI RANJAN SAHU :

Will the Minister of FINANCE be pleased to state :

(a) whether employees of Regional Rural Banks have lately been agitating to press their demands, including the one for constituting a National Rural Bank;

(b) if so, what were their precise demands; and

(c) what steps have been taken to resolve the issues ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE AND THE MINISTER OF STATE IN THE MINISTRY OF PARLIAMENTARY AFFAIRS (DR. ABRAR AHMED) : (a) Yes, Sir.

(b) The main demands of the employees of Regional Rural Banks (RRBs) are proper implementation of National Industrial Tribunal (NIT) Award, payment of arrears arising out of implementation of NIT Award and establishment of National Rural Bank of India (NRBI).

(c) Govcrnmeni had issued instructions on 22-2-91 to all the Regional Rural Banks in pursuance of the acceptance of the Award of the NIT and the recommendations of the Equation Committee granting sponsor bank pay scales and other benefits o the RRB employees. Consequent upon the implementation of the Award and recommendations of the Equation Committee, certain changes were to be brought about in Service Regulations, Recruitment and Promotion Policy for the RRB employees. The National Bank for Agriculture and Rural Development (NABARD) had accordingly constituted a working Group in September, 1991 with the following terms of reference :

(i) to frame Service Regulation for all categories of RRBs,

(ii) to frame Recruitment and Promotion policies in RRBs and

(iii) any other matter relating to the implementation of the Award of the Tribunal read with the Equation Committee Report.

The Working Group have submitted their report and the recommendations made have been generally accepted. NABARD is taking necessary action to issue instructions for implementation of the recommendations. The payment of arrears to the employees of the RRBs involves an expenditure of around Rs. 225 crores. As RRBs do not have funds of this order, the mechanism for payment of arrears is being worked out by Reserve Bank of India, NABARD and the Government. With a view to restructuring the RRBs and impart viability to them, a number of models have been worked out and effectiveness of each is being examined from all angles.